

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INVESTIGATION OF NORTH EAST)	CASE NO.
GAS COMPANY)	91-376

O R D E R

The Commission, having been advised of the intention of North East Gas Company ("North East") to discontinue gas service to certain customers, see Exhibit A, finds that an investigation should be initiated into the proposed discontinuance of gas service.

IT IS THEREFORE ORDERED that:

1. North East shall not take any action which would result in the discontinuance of gas service to the customers affected until the Commission has issued a final Order in this proceeding.

2. North East shall appear at an informal conference to be held on November 14, 1991 at 10 a.m., Eastern Standard Time, in Conference Room 2 of the Commission's offices at 730 Schenkel Lane, Frankfort, Kentucky, to answer questions concerning the proposed discontinuance of service.


3. North East shall, within 3 days of the date of this Order, serve written notice upon each customer affected by the proposed abandonment of facilities of the initiation of this investigation and that no discontinuance of service shall take place until the investigation has been concluded.


4. Clatis Walker is made a full intervenor in this proceeding and shall be served with the Commission's Orders and with filed testimony, exhibits, pleadings, correspondence and all other documents submitted by the parties. Should Mr. Walker file documents of any kind with the Commission in the course of these proceedings, he shall also serve a copy of said documents on all other parties of record.

5. Exhibit A is made a part of the record of this proceeding.

Done at Frankfort, Kentucky, this 23rd day of October, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

Commissioner

ATTEST:


Executive Director

Olive Hill Ky
Oct 2 - 1991

Public Service Commission
730 Schenkel Ave
Post Office Box 615
Frankfort Ky 40602

RECEIVED

OCT 3 1991

PUBLIC SERVICE
COMMISSION

Dear Sir

I have received a Notice from our Gas Co
(North East Gas Corp. - Magnum Drilling of Ohio, Inc.)
that as of Oct 28th they will be discontinu-
ing our Gas. and that they are going to abandon
our line.

I think this is unjust and unfair and
against our Contracts we have with them.
As you can see in these two letters the Agreement
between these two Companies was to furnish Gas
to us.

I think we should have a hearing before
this is done, and give our attorney a chance
to present this case to you.

Thank you
Clatis Wacker
R.R. 1 Box 108
Olive Hill Ky 41164

EXHIBIT A

NORTH EAST GAS CORPORATION

P. O. Box 5667
Ashland, Kentucky 41105-5667
Phone: (606) 928-5667 3800

RECEIVED

OCT 3 1991

PUBLIC SERVICE
COMMISSION

September 26, 1991

Mr. Clatis Walker
Route 1
Olive Hill, Kentucky 41164

Dear Mr. Walker:

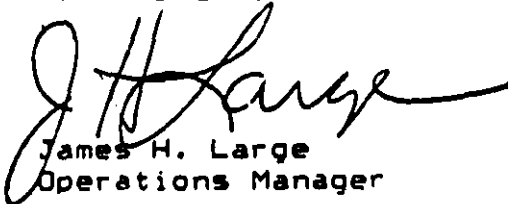
We have recently taken over the old Inland T-2 gas pipeline, a portion of which is located on your property. Due to our customer base, we will regrettably be abandoning the portion of pipeline crossing your property.

I am writing this to notify you of our decision in order to give you time to make other arrangements. We will be shutting off the gas supply to this portion of line on October 28, 1991.

We do regret this but have no way of justifying the operations of this portion of the pipeline.

Sincerely,

NORTH EAST GAS CORPORATION


James H. Large
Operations Manager

JHL:ad

DE-A1141
524-5013



RECEIVED

OCT 3 1991

PUBLIC SERVICE
COMMISSION

February 28, 1991

Dear Customer:

Several days ago you should have received from us a copy of the proposed Federal Energy Regulatory Commission notice regarding the application Inland made to sell a portion of its pipeline facilities to Magnum Drilling of Ohio. Since then the Commission has issued the official Notice, a copy of which is enclosed for your information.

In our original mailing we informed you that gas service to you is provided from the facilities we will sell to Magnum. We also told you that Magnum agreed to continue gas service to all affected customers. The enclosed notice reiterates that fact, and Inland is confident that you will continue to receive from Magnum the same type service to which you have become accustomed.

Should you have any questions regarding the notice or Inland's sale of the facilities, you may contact me at (606) 324-3171.

Sincerely,

R. N. Tullis

Enclosure

INLAND GAS



RECEIVED

OCT 3 1991

PUBLIC SERVICE
COMMISSION

February 8, 1991

Dear Customer:

Enclosed herewith is a copy of the proposed notice relating to an application which Inland will file with the Federal Energy Regulatory Commission next week. It concerns the sale of certain of Inland's pipeline facilities to Magnum Drilling Company. You are presently receiving gas service from these facilities. As noted in the proposed notice Magnum has expressly agreed to continue gas service to the customers located along the facilities to be sold.

THE INLAND GAS COMPANY, INC.